



Request for City Council Committee Action from the Department of Public Works

Date: June 4, 2013

To: Honorable Sandra Colvin Roy, Chair Transportation & Public Works Committee

Referral To: Honorable Betsy Hodges, Chair Ways and Means/Budget Committee

Subject: **2013 Alley Resurfacing Program No AL013: Public Hearing**

Recommendation:

1. Passage of a resolution ordering the City Engineer to proceed and do the work and adopting special assessments in the amount of \$90,766.55 for the 2013 Alley Resurfacing Program.
2. Passage of a Resolution requesting the Board of Estimate and Taxation to issue and sell assessment bonds in the amount of \$90,775 with the bonds to be paid for from special assessments.

Previous Directives:

- Nov 16, 2012 - Council resolution 2012R-605, establishing the 2013 Uniform Assessment Rates
- May 10, 2013 – Council resolution 2013R-203, designating the alleys and improvements to be made

Department Information:

Prepared by: Suzette Hjermstad, RE Investigator II, 673-2401

Approved by: _____

Steven A. Kotke, P.E., Director of Public Works

Presenters in Committee: Michael D. Kennedy

Financial Impact

- Action is within the Business Plan
- Other financial impact: Special assessments against benefited properties

Community Impact

- Neighborhood Notification: Public hearing notices to be mailed to affected property owners
- City Goals: Maintain the physical infrastructure to ensure a healthy, vital and safe city

Supporting Information

On May 10, 2013, the City Council designated the alley locations for the improvements to be made. These improvements consist of installing a bituminous overlay on the concrete alleys. This work is being done to extend the operational life of the concrete alleys and to facilitate localized drainage.

Twelve alleys located throughout the city are scheduled to be resurfaced in 2013. The project cost estimate for this work is \$237,962. The 2013 adopted uniform assessment rate will be used for the portion of the project cost being assessed, conforming with current City policy of using a Uniform Assessment rate for street construction, renovation and resurfacing projects. Per Council Resolution 2012R-605, the uniform assessment rate for alley resurfacing for 2013 is \$0.065 per sq. foot of land area abutting the alley to be improved. The rate is the same for residential and non-residential use properties and the rate is unchanged since 2010. The total amount to be assessed is \$90,766.55. The remaining costs not covered by assessments will be funded by Net Debt Bonds.

Individual assessments of more than \$150 would be collected over 5 years beginning on the 2014 real estate tax statements with interest charged at the same rate as the City pays for selling assessment bonds. Individual assessments of \$150 or less would be collected in their entirety on the 2014 real estate tax statements. Information has been provided in the Notices as to how persons may prepay the special assessments in full without interest charges if they so choose. The majority of the assessment amounts are in the price range of \$325 to \$400 in the 2013 alley resurfacing project areas.

Attachments:

List of benefited alleys

Cc: Council Member Barbara Johnson, Ward 4

Council Member Don Samuels, Ward 5

Council Member Lisa Goodman, Ward 7

Council Member Gary Schiff, Ward 9

Council Member Meg Tuthill, Ward 10

Jack Qvale, Secretary, Board of Estimate and Taxation

2013 Proposed Alleys for Resurfacing

- | | |
|--|---------|
| 1. Between Buchanan St NE and Lincoln St NE from 29th Av NE to 30th Av NE | Ward 1 |
| 2. Between Johnson St NE and Ulysses St NE from 31st Av NE to 32nd Av NE | Ward 1 |
| 3. Between 6th St N and 4th St N from 31st Av N to Lowry Av N | Ward 3 |
| 4. Between Bryant Av N and Aldrich Av N from Lowry Av N to 33rd Av N | Ward 3 |
| 5. Between Emerson Av N and Dupont Av N from 22nd Av N to 23rd Av N | Ward 3 |
| 6. Between Girard Av N and Fremont Av N from 23rd Av N to 24th Av N | Ward 5 |
| 7. Between Park Av and Columbus Av from 36th St E to 35th St E | Ward 8 |
| 8. Between 27th Av S and 28th Av S from 38th St E to 37th St E | Ward 9 |
| 9 & 10. Between 28th Av S and Hiawatha Av from 37th St E to 36th St E
(both parts of alley) | Ward 9 |
| 11. Between 36th Av S and 37th Av S from 37th St E to 36th St E | Ward 9 |
| 12. Between 30th Av S and Nokomis Av S from 51st St E to 50th St E | Ward 12 |

T&PW & W&M/Budget - Your Committees recommend passage and summary publication of the accompanying Resolutions:

- 1, Ordering the work to proceed and adopting the special assessments for the 2013 Alley Resurfacing Program, Special Improvement of Existing Alleys No. AL013.
2. Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of alley improvements in the 2013 Alley Resurfacing Program.

Colvin Roy

**2013 Alley Resurfacing Program
Special Improvement of Existing Alleys No. AL013**

Ordering the work to proceed and adopting the special assessments for the 2013 Alley Resurfacing Program.

Whereas, a public hearing was held on June 4, 2013 in accordance with Chapter 10, Section 8 of the Minneapolis City Charter and Section 24.180 of the Minneapolis code of Ordinances to consider the proposed improvements as designated in Resolution 2013R-____, passed May 10, 2013 to consider the proposed special assessments as on file in the office of the City Clerk and to consider all written and oral objections and statements regarding the proposed improvements and the proposed special assessments;

Now, Therefore, Be It Resolved by the City Council of the City of Minneapolis:

That the City Engineer is hereby ordered to proceed and do the work as designated in said Resolution 2013R-203, passed May 10, 2013.

Be It Further Resolved that the proposed special assessments in the total amount of \$90,766.55 for the 2013 Alley Resurfacing Program as on file in the office of the City Clerk, be and hereby are adopted and assessed against the benefited properties.

Be It Further Resolved that the number of successive equal annual principal installments by which the special assessments of more than \$150 may be paid shall be fixed at five (5) and that the interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2014 real estate tax statements.

Be It Further Resolved that the number of installments by which the special assessments of \$150 or less may be paid shall be fixed at one (1) and that interest be charged at the same rate as the City pays in interest for selling assessment bonds with collection of the special assessments to begin on the 2014 real estate tax statements.

Colvin Roy and Hodges

Requesting the Board of Estimate and Taxation to issue and sell City of Minneapolis bonds in the amount of \$90,770 for certain purposes other than the purchase of public utilities.

Resolved by the City Council of the City of Minneapolis:

That the Board of Estimate and Taxation be requested to incur indebtedness and issue and sell City of Minneapolis bonds for the purpose of paying the assessed cost of alley improvements in the 2013 Alley Resurfacing Program, Special Improvement of Existing Alleys No AL013, to be assessed against benefited properties as estimated by the City Council, which assessments shall be collectible in five (5) successive annual installments, payable in the same manner as real estate taxes.